Introduction:

This document introduces embedding techniques and vector databases as essential components for enhancing the relevance and performance of **Large Language Models** (**LLMs**). By integrating external knowledge sources into LLM workflows, teams can build smarter, context-aware systems such as chatbots that provide more accurate, domain-specific responses.

Why Embeddings + Vector Databases?

While LLMs like GPT-3.5 turbo are powerful, they have critical limitations:

- Lack up-to-date information or custom domain knowledge.
- Tend to "hallucinate" when they don't know something.
- Cannot natively "remember" large documents.

To address these challenges, embeddings are used. These are high-dimensional vector representations of text that capture semantic meaning. In this vector space, similar concepts are placed close together, allowing for comparison of meaning using mathematical similarity.

This approach forms the core of a strategy known as **Retrieval-Augmented Generation** (RAG) where relevant information is retrieved from an external vector database and added to the prompt before querying the LLM.

Embedding Techniques Overview:

This section introduces three widely used embedding techniques **Word2Vec**, **GloVe**, and **BERT**; each representing a different generation of embedding methods

Word2Vec is one of the first methods to turn words into numbers (vectors) by looking at the words around them. It learns these patterns using a small neural network and creates one fixed vector for each word. It's fast and efficient but can't tell when a word has different meanings in different sentences.

<u>GloVe</u> works differently by counting how often words appear together across an entire text collection. This helps it understand broader relationships between words. Like Word2Vec, GloVe gives each word one fixed vector, so it also can't adjust for different meanings based on context.

BERT is much more advanced. It looks at the full sentence and gives each word a vector that depends on its meaning in that sentence. So, the word "bank" will have a different

vector in "river bank" vs. "money bank." This makes BERT great at understanding language, but it requires more computing power.

Technique	Туре	Core Idea	Strengths	Limitations
Word2Vec	Static	Learns word meaning	Captures word	Same vector for
	(Predictive)	based on context	analogies	every context
		using a shallow	• Fast &	No sentence-level
		neural network	lightweight	understanding
		(CBOW or Skip-	 Pretrained 	 No support for OOV
		gram).	models available	words
GloVe	Static (Count-	Creates word vectors	 Captures global 	 Fixed vectors per
	based)	by analyzing how	semantics	word
		often words appear	 Efficient lookup 	 No context
		together across a	 Good analogy 	awareness
		large collection of	handling	• Requires a large co-
		text.		occurrence matrix
BERT	Contextual	Generates dynamic	 Context-aware 	• Slower & resource-
	(Transformers)	vectors for each word	embeddings	intensive
		based on sentence	 Excellent for 	 Requires fine-
		context using	sentence-level	tuning for semantic
		bidirectional	tasks	search
		Transformers.	State-of-the-art	 High memory
			accuracy	usage

Embedding method of choice:

The project uses **Sentence-BERT**, a model that turns sentences into vectors based on their full meaning. Unlike older methods that give every word just one fixed vector, Sentence-BERT understands how a word's meaning changes depending on the sentence. This helps the system find better matches between a user's question and the stored document chunks. The project used the **all-MiniLM-L6-v2 model from Hugging Face**, which is fast, accurate, and works well with LangChain for building smart, responsive chatbots.

Vector Database for similarity search:

A **vector database** stores high-dimensional embeddings and enables **fast similarity search**. It powers **Retrieval-Augmented Generation (RAG)** by finding documents most similar in meaning to a user's query.

Core Idea:

1. User submits a question

→ e.g. "What's the return policy for damaged items?"

2. Embed the question

→ The question is converted into a numerical vector (embedding).

3. Search vector database

→ The system looks for chunks (pre-embedded document pieces) that are semantically similar.

4. Retrieve top matches

→ The most relevant chunks (e.g. policy snippets) are fetched as context.

5. Construct enriched prompt

→ These retrieved chunks are inserted into the prompt as additional context

6. Send to LLM for generation

→ The LLM uses this enriched prompt to generate a response that is **fact-based and grounded in the data**.

Instead of guessing or hallucinating, the chatbot retrieves facts from the data and uses it to give accurate, context-aware answers.

However, not all vector databases are created equal. Depending on the use case whether you're running a lightweight local prototype (chatbot) or deploying at scale in the cloud the choice of vector store can impact performance, flexibility, and cost.

The following section compares four widely used vector database solutions: Facebook Artificial Intelligence Similarity Search (FAISS), Pinecone, Weaviate, and Qdrant

Developer Need	Vector Database	Why is a good fit	
Fast local	FAISS	Lightweight, in-process library with fast	
development or		similarity search. Great for local code testing	
prototyping		and demos.	
Cloud-scale	Pinecone	Fully managed SaaS. Scales to billions of	
production		vectors with minimal config or infrastructure	
deployment, zero		effort.	
setup			
Semantic + keyword	Weaviate	Supports vector search. Ideal for nuanced	
(hybrid) search		enterprise queries.	
Precise filtering and	Qdrant	Rich metadata filtering + efficient Rust engine.	
semantic search,		Simple to deploy and self-host.	
easy setup			

Vector Database of Choice: FAISS:

Justification:

- Easy to set up locally (no external infrastructure or hosting required)
- Fast and efficient for similarity search
- Well-integrated with **LangChain**, enabling quick experimentation with document embedding and retrieval

This made FAISS the **ideal choice for local development and testing** of the chatbot demo within the project's timeline and scope.

By combining **embedding models** and **vector databases**, teams can create **LLM applications** that are not only intelligent but also grounded in reliable, custom knowledge bridging the gap between general-purpose language models and domain-specific use cases.